

Message Text

UNCLASSIFIED

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47

ACTION EUR-25

INFO OCT-01 EA-11 ADP-00 EB-11 AID-20 NSC-10 RSC-01

CIEP-02 TRSE-00 SS-15 STR-08 OMB-01 CEA-02 CIAE-00

COME-00 FRB-02 INR-10 NSAE-00 XMB-07 OPIC-12 LAB-06

SIL-01 L-03 H-02 PA-03 PRS-01 USIA-12 ABF-01 FSE-00

RSR-01 /168 W

----- 026254

R 101520 Z MAY 73

FM AMEMBASSY THE HAGUE

TO SECSTATE WASHDC 1276

INFO AMEMBASSY BONN

AMEMBASSY BRUSSELS

AMEMBASSY COPENHAGEN

AMEMBASSY DUBLIN

AMEMBASSY LONDON

AMEMBASSY LUXEMBOURG

AMEMBASSY OTTAWA

AMEMBASSY PARIS

AMEMBASSY ROME

AMEMBASSY STOCKHOLM

AMEMBASSY TOKYO

EC BRUSSELS

OECD PARIS

UNCLAS THE HAGUE 2151

PASS TREASURY AND FRB

E. O. 11652: N/ A

TAGS: EFIN

SUBJECT: SUSPENSION OF NEGATIVE INTEREST RATE

REFERENCE: HAGUE 1254 (NOTAL)

DUTCH CENTRAL BANK ANNOUNCED MAY 9 THAT IT HAS ABANDONED

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" FOR TIME BEING" 0.25 PERCENT WEEKLY NEGATIVE INTEREST
RATE INTRODUCED MARCH 26 (REFTEL) ON NON- RESIDENT ACCOUNTS.
BANK EXPLAINED THAT NON- RESIDENT ACCOUNTS HAVE NOW
DROPPED TO NORMAL LEVELS AND EXCHANGE MARKETS ARE
CALM, MAKING THIS PROTECTIVE MEASURE UNNECESSARY.

COMMENT: NEGATIVE RATE WAS SO EFFECTIVE IN INDUCING
FLIGHT FROM GUILDER THAT BANK HAS FREQUENTLY HAD TO
SUPPORT GUILDER OVER PAST THREE WEEKS TO STAY WITHIN
EC SNAKE.
MIDDENDORF

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NMAFVVZCZ

*** Current Handling Restrictions *** n/a
*** Current Classification *** UNCLASSIFIED

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Draft Date: 10 MAY 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973THEHA02151
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: n/a
Errors: n/a
Film Number: n/a
From: THE HAGUE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19730541/aaaairsu.tel
Line Count: 74
Locator: TEXT ON-LINE
Office: ACTION EUR
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: HAGUE 1254 (NOTAL)
Review Action: RELEASED, APPROVED
Review Authority: kellerpr
Review Comment: n/a
Review Content Flags:
Review Date: 03 AUG 2001
Review Event:
Review Exemptions: n/a
Review History: RELEASED <03-Aug-2001 by reddocgw>; APPROVED <17-Aug-2001 by kellerpr>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: <DBA CORRECTED> mcm 980123
Subject: SUSPENSION OF NEGATIVE INTEREST RATE
TAGS: EFIN
To: BONN
BRUSSELS
COPENHAGEN
DUBLIN
EUR
LONDON
LUXEMBOURG

OTTAWA
SECSTATE WASHDC

Type: TE

Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005